

A Report to The Governor's Council of Economic Advisors

Current Economic Indicators Massachusetts and the Nation

Prepared by:

Arlington Advisory Partners

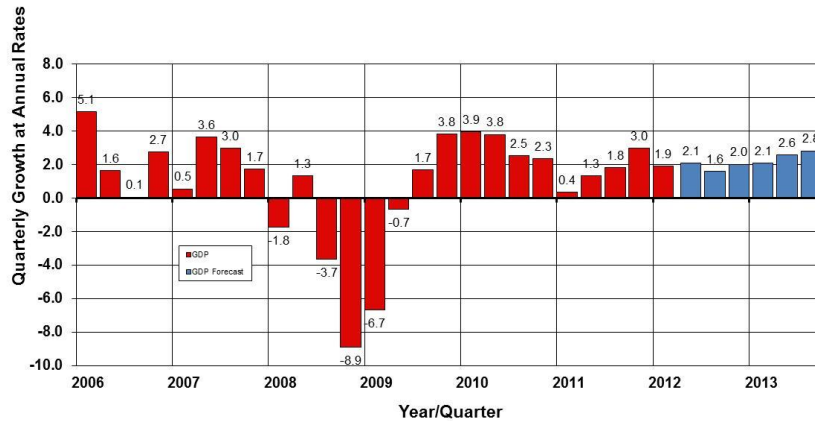
June 2, 2012

National Economy

MACROECONOMIC INDICATORS

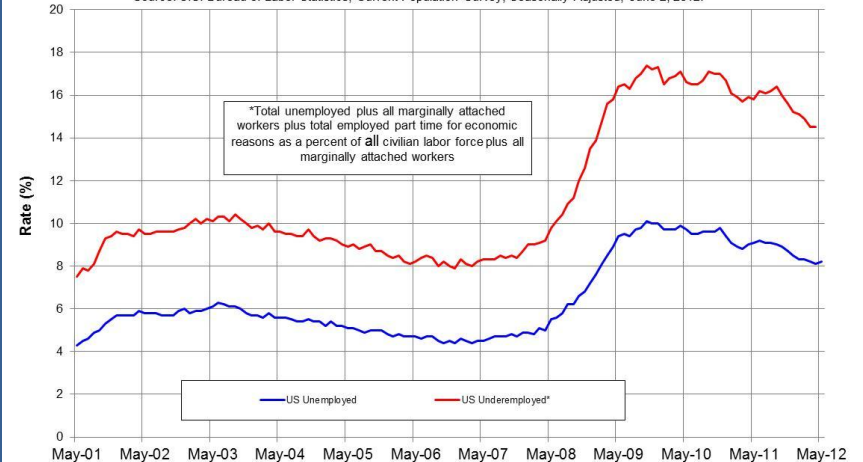
U.S. GDP Growth

Sources: U.S. Bureau of Economic Analysis, June 2, 2012; Global Insight Forecast, June 2, 2012.



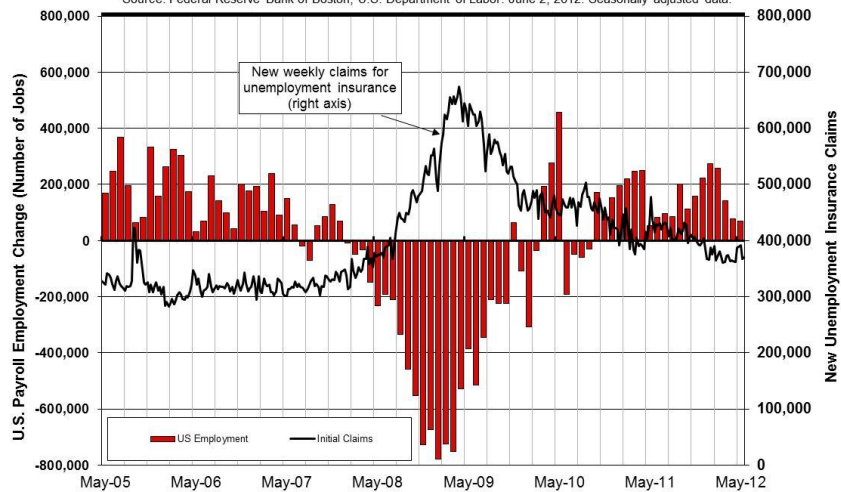
U.S. Unemployment and Underemployment Rate

Source: U.S. Bureau of Labor Statistics, Current Population Survey, Seasonally Adjusted, June 2, 2012.



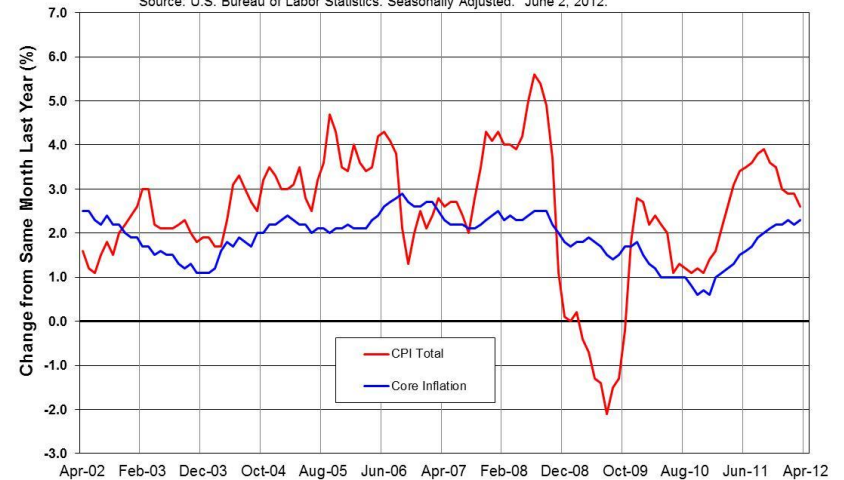
U.S. Payroll Employment

Source: Federal Reserve Bank of Boston, U.S. Department of Labor, June 2, 2012. Seasonally adjusted data.



U.S. Consumer Price Inflation

Source: U.S. Bureau of Labor Statistics, Seasonally Adjusted, June 2, 2012.

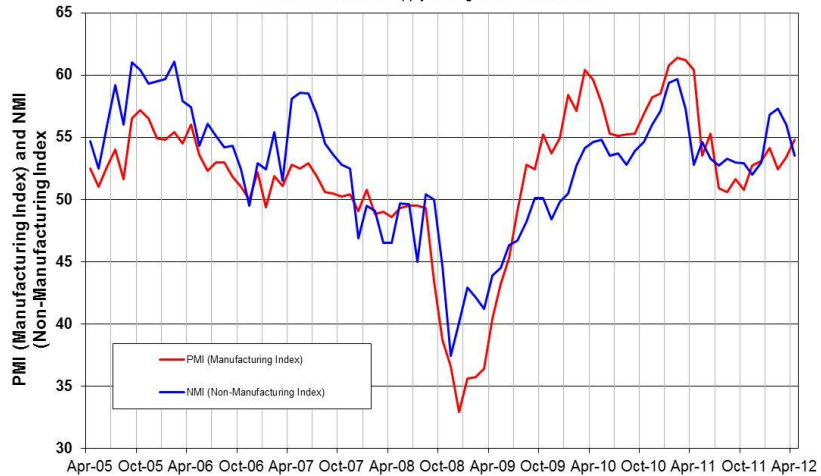


National Economy

BUSINESS AND FINANCIAL MARKET INDICATORS

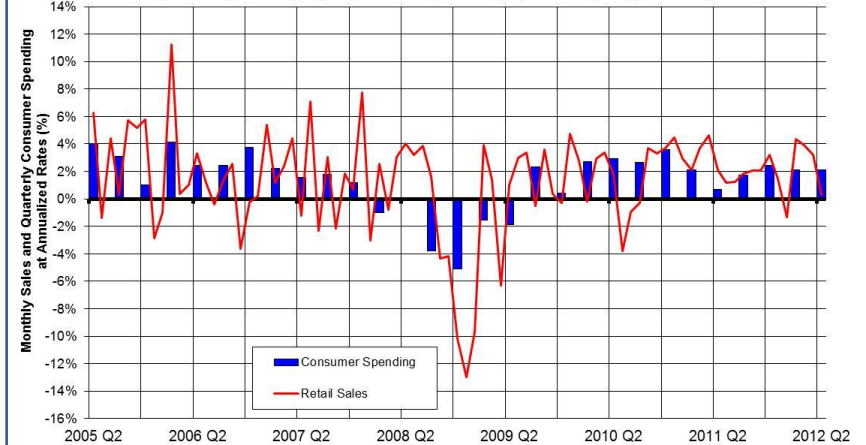
Institute for Supply Management Measures

Source: Institute for Supply Management. June 2, 2012.



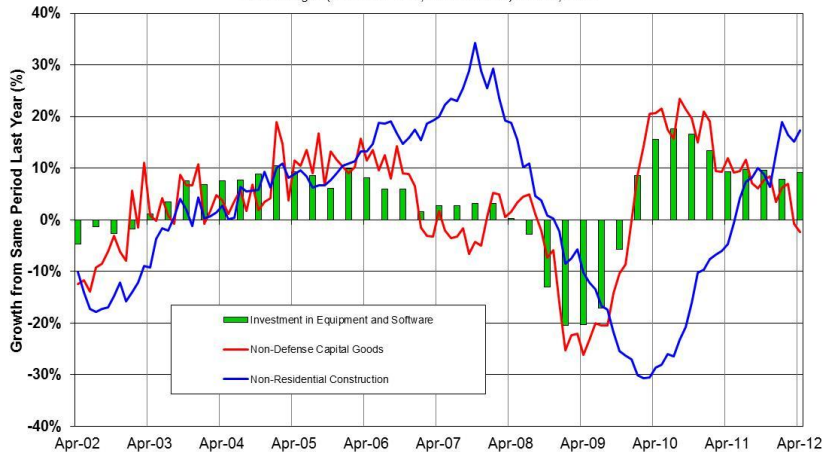
Retail Sales Excluding Motor Vehicles & Consumer Spending on Goods and Services

Census Bureau (Retail Sales), Seasonally Adjusted, June 2, 2012; Global Insight (Consumer Spending, 2005 dollars), June 2, 2012.



New Orders of Non-Defense Capital Goods (Excluding Aircraft), Non-Residential Investment in Equipment and Software, and Non-Residential Construction

Source: Census Bureau (Manufacturing and Construction Data), Seasonally Adjusted, June 2, 2012.
Global Insight (Investment Data, in 2005 dollars), June 2, 2012.



U.S. Treasury Securities Yield, Corporate AAA Rate

Source: Federal Reserve Board. June 2, 2012.

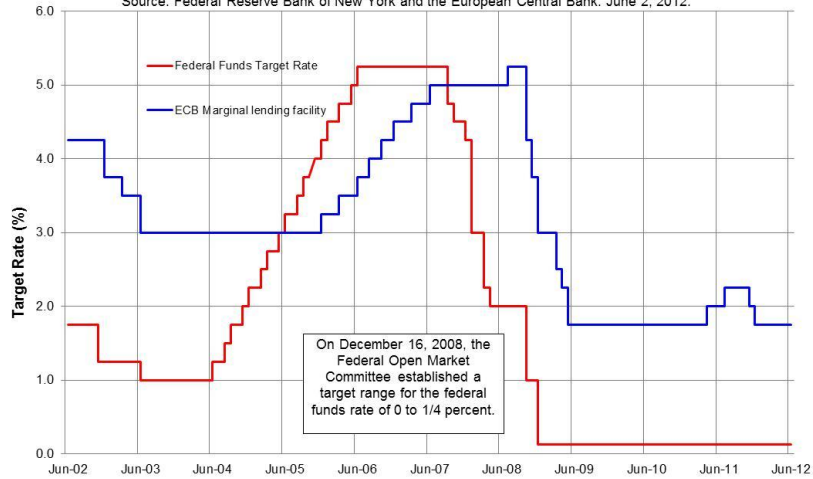


National Economy

POLICY INDICATORS

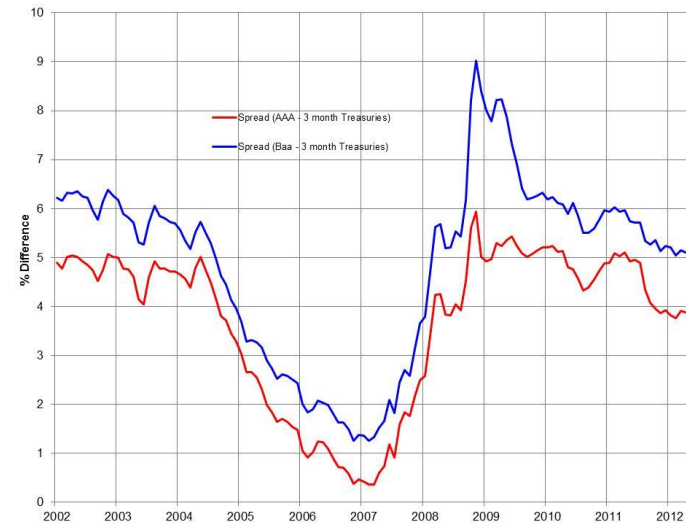
European Central Bank and Federal Funds Target Rate

Source: Federal Reserve Bank of New York and the European Central Bank. June 2, 2012.



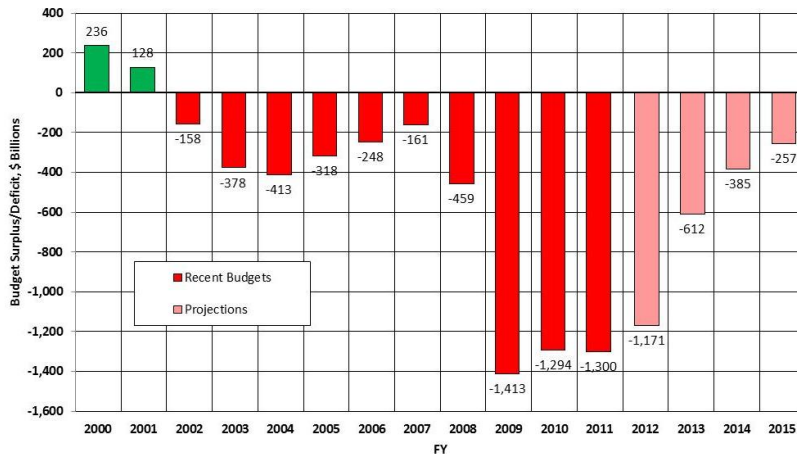
Business Lending Spreads

Source: Federal Reserve Board, June 2, 2012.



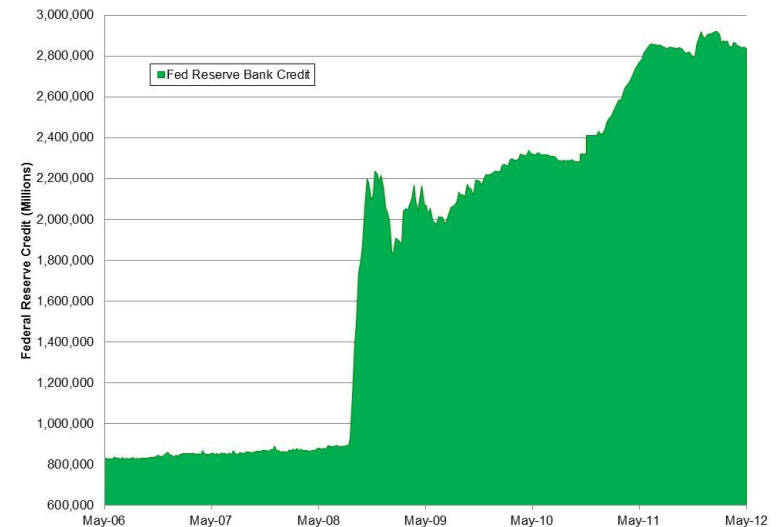
U.S. Federal Budget Surplus/Deficit

Source: Congressional Budget Office, June 2, 2012.



Federal Reserve Bank Credit

Source: Federal Reserve, June 2, 2012.

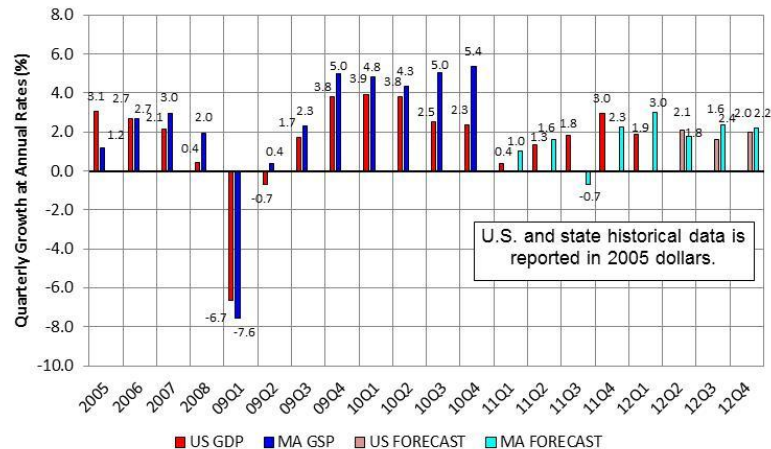


Massachusetts vs. The Nation

MACROECONOMIC INDICATORS

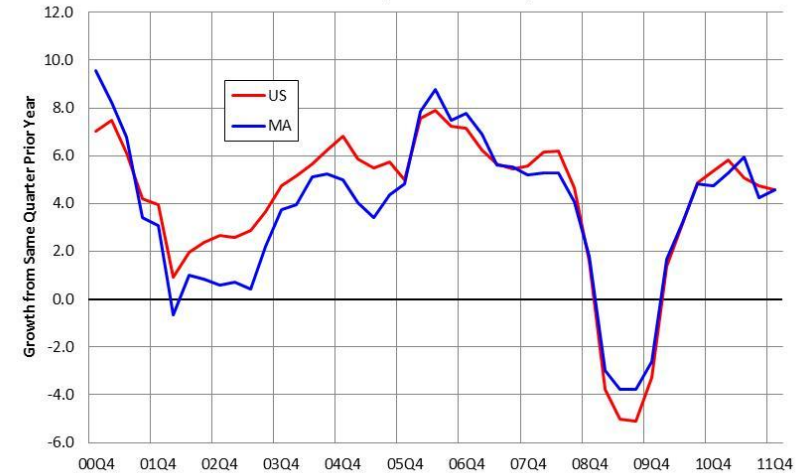
Recent Growth and Forecasts of Real Product Massachusetts GSP vs. U.S. GDP

Source: BEA, Global Insight forecasts as of June 2, 2012.



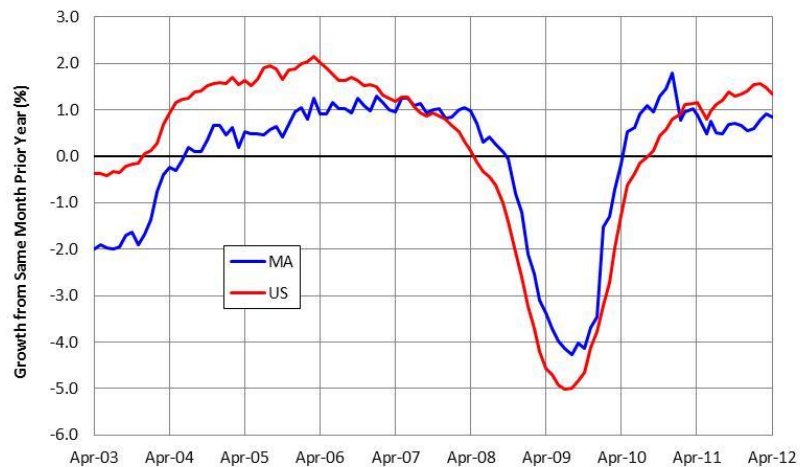
Growth in Personal Income Massachusetts vs. U.S.

Source: BEA. Updated as of June 2, 2012.



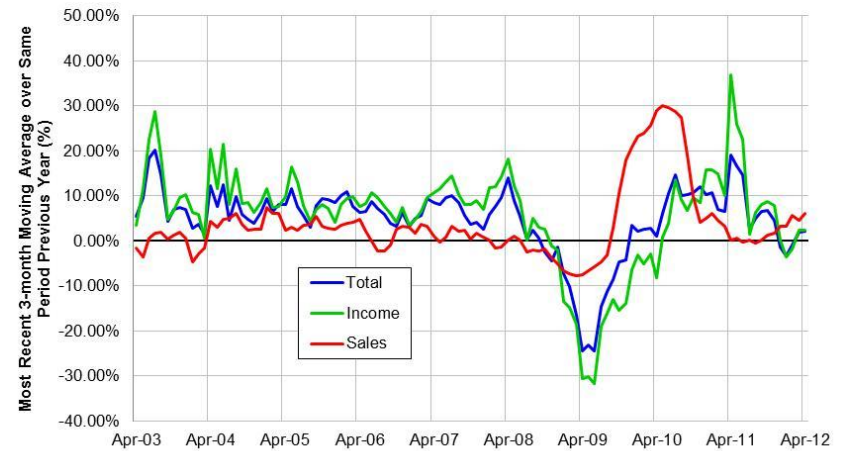
Massachusetts and U.S. Payroll Employment Growth

Source: U.S. Bureau of Labor Statistics. Total Nonfarm Employment - Seasonally Adjusted. June 2, 2012.



Massachusetts Tax Revenue Growth

Source: Massachusetts Department of Revenue. June 2, 2012.

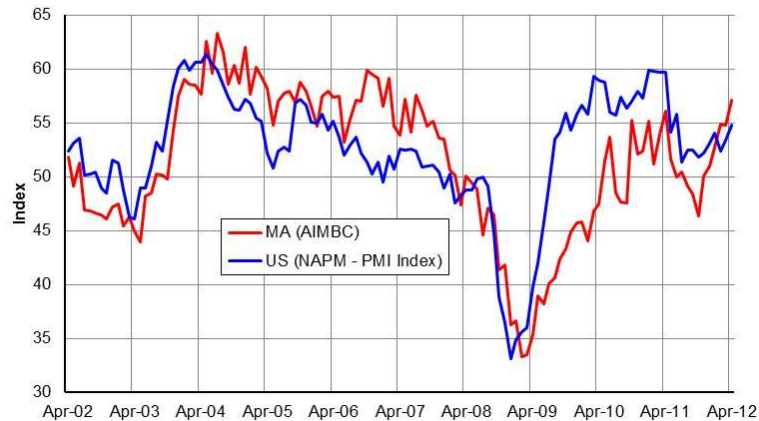


Massachusetts vs. The Nation

CONFIDENCE AND HOUSING MARKET INDICATORS

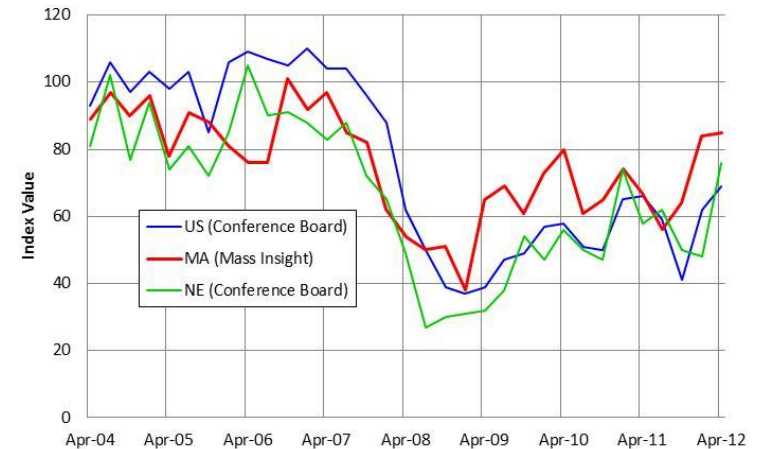
Massachusetts vs. U.S. Indices of Business Confidence

Sources: Associated Industries of Massachusetts, June 2, 2012.
National Association of Purchasing Managers, June 2, 2012.



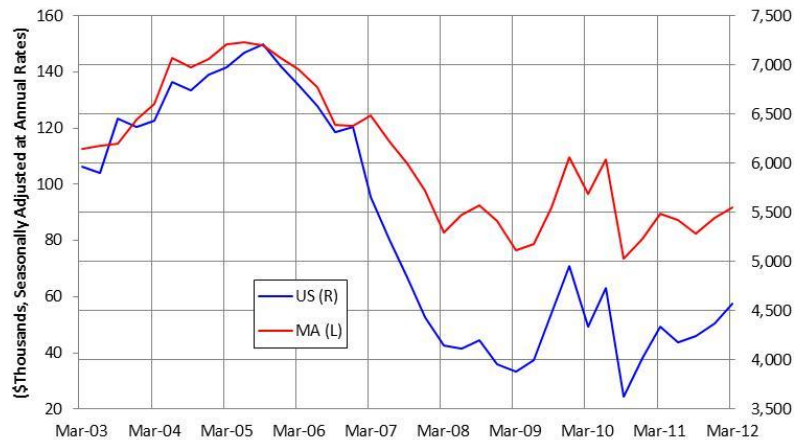
Massachusetts, New England and U.S. Indices of Consumer Confidence

Source: Mass Insight and the Conference Board, June 2, 2012.



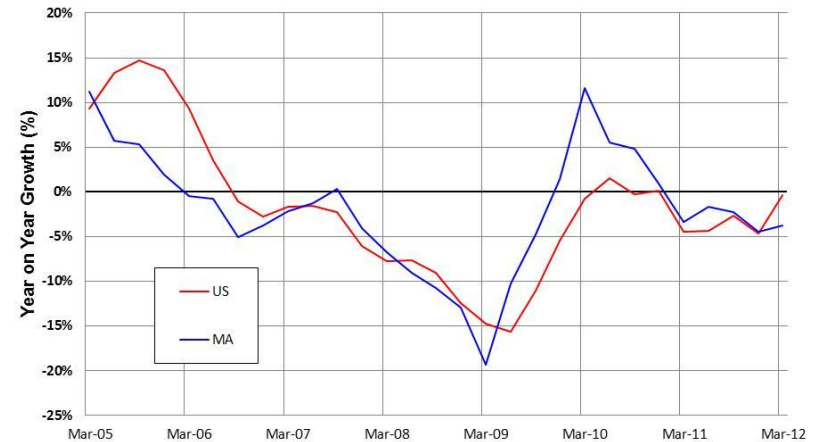
Total Existing Home Sales

Source: National Association of Realtors, Federal Reserve Bank of Boston, June 2, 2012.



Growth in Median Sales Price of Existing Single-Family Homes

Source: National and Massachusetts Association of Realtors, Federal Reserve Bank of Boston, As of June 2, 2012.



Massachusetts vs. The Nation

HOUSING MARKET INDICATORS

